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#### **GENERAL**

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# 2. USSR reportedly urges Afghanistan to accept military aid:

Foreign Minister Naim has stated that the Soviet ambassador has called on him "practically every other day" since the announcement of the Turkish-Pakistani agreement,

and has pressed the Afghan government to accept Soviet technical and military aid, according to the UN technical assistance mission representative. Naim added that he had delayed replying to the Soviet ambassador, but felt that the time for stalling was running out.

Comment: The Soviet Union had previously pressed Afghanistan to accept economic and technical aid, but this is the first report of a Russian offer of military assistance. Up to now the USSR has not granted military aid to any non-Orbit country. This offer, if it has in fact been made, would suggest that Moscow is especially concerned over the possibility of Afghanistan's participation in military planning under Western aegis.

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Afghanistan has indicated that it would like to join the Turkish-Pakistani defense pact, or a similar arrangement, if its Pushtoonistan dispute with Pakistan were settled. It is unlikely that Afghanistan will accept Soviet military aid as long as it has any hope of Western support.

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### **NEAR EAST - AFRICA**

8.	Saudi Arabia may press A	ARAMCO to relinquish Trucial oil rights:			
25X1A	Ambassador Wadsworth in Jidda reports that Saudi Arabia may bring pressure to bear on the Arabian-American Oil Company (ARAMCO) to relinquish its concessionary rights in the disputed Trucial coast area on the Persian Gulf. The Saudis apparently hope to obtain political sovereighty over most of this territory in return for transferring the oil rights to the British-controlled Iraqi Petroleum Company or to the Anglo-Iranian Oil Company.				
Wadsworth and ARAMCO representati concerned over recent anti-American statements made by King S other high Saudi officials, as well as over reportedly widespread opinion favoring a British oil concession. ARAMCO has stated twill not voluntarily surrender any concessionary rights and has the British oil companies to cease their activities in the disputed					
	Comment: The Saudi Arabian government has previously indicated to ARAMCO that it wanted to cut down the size of the concessions. By establishing a rival British concession inside their frontier, the Saudis hope to achieve larger revenues by playing the companies off against each other.				
	,				
	WE	ESTERN EUROPE			
9.	9. Italy may exploit deteriorating Trieste situation:				
25X1A		American political adviser Higgs fears that the deteriorating Italian position in Trieste may lead the Italian government to bring pressure on the United States and Great Britain in an effort to obtain concessions.			
	Higgs reports that the "Italian cause" in low. He estimates that 90 percent of the proved the resignation of Italian political				

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adviser de Castro on 2 April and its implied criticism of Italian officials. He adds that the Communists, relying on the present situation, are taking more initiative in agitating among labor groups and on other matters.

Ambassador Luce reports that a public campaign in Italy on the Trieste question may be expected in view of the continuing publicity on De Castro's resignation.

	would probably be designed to get immediate implementation of the	
	8 October declaration.	1 <sup>25X1</sup>
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10. British rumored preparing to pull out of Trieste:

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Britain has decided for financial reasons to pull its forces out of Trieste and turn over its responsibilities there to the United States, according to rumors current among British officers and others in Trieste.

The American political adviser in Trieste notes that Commander Winterton of Zone A was unusually preoccupied and uncommunicative before leaving for London recently. The British political adviser has been almost totally indifferent of late to Trieste problems.

Comment: Britain has long wished to withdraw from Trieste, partly because of the military expense, and also because of the political abuse heaped on the British element by the Italians and Yugoslavs. Britain reduced its forces in Austria last fall with little more than a gesture toward consulting its allies.

Britain's withdrawal would leave the United States with full responsibility for Zone A affairs and would almost certainly result in increased Italian pressure for full implementation of the Anglo-American declaration of 8 October.

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